

Appendix

E

Declaration of Independence, Relevant Relationships and Indemnities

Convergent Minerals Ltd
(Administrators Appointed)
A.C.N. 120 909 953 ("the Company")

This document requires the Practitioner/s appointed to an insolvent entity to make declarations as to:

- A. their independence generally;
- B. relationships, including
 - i the circumstances of the appointment;
 - ii any relationships with the Insolvent and others within the previous 24 months;
 - iii any prior professional services for the Insolvent within the previous 24 months;
 - iv. that there are no other relationships to declare; and
- C. any indemnities given, or up-front payments made, to the Practitioner.

This declaration is made in respect of us and Hayes Advisory.

A. Independence

We, Alan Hayes and Christian Sprowles of Hayes Advisory have undertaken a proper assessment of the risks to our independence prior to accepting the appointment as Joint & Several Administrators of Convergent Minerals Ltd in accordance with the law and applicable professional standards. This assessment identified no real or potential risks to our independence. We are not aware of any reasons that would prevent us from accepting this appointment.

B. Declaration of Relationships

1. Circumstances of appointment

The Board of Directors ("the Board") was referred to Mr Alan Hayes by Mr James Hamilton of Surry Partners. Mr Hayes has known Mr Hamilton professionally for 5 years.

The reason we believe this relationship does not result in the Administrators having a conflict of interest or duty are:

- Referral from solicitors are commonplace and do not impact on our independence in carrying out our duties as Administrators of the Company; and
- Surry Partners has, in the past 3 years, acted on behalf of Alan Hayes and Christian Sprowles in their capacity as appointees for unrelated insolvency appointments. Surry Partners has, in the past 3 years, also referred three (3) unrelated insolvency appointments to Hayes Advisory.

In the early afternoon of Friday, 11 September 2015, Mr Hayes spoke with Mr Robert Reynolds of the Company and met with him at 3.00pm on the same day. At the same meeting was one other director of the Company, Mr John Haggman, and the Company's Secretary, Mr Hamlet Hacobian. At

this meeting, the Company's financial position was discussed along with the options available to the Company, including a Creditors Voluntary Liquidation and Voluntary Administration.

On Monday, 14 September 2015, Alan Hayes and his colleague Geoffrey Knoke met with the Board to discuss the possible appointment of Voluntary Administrators and the Voluntary Administration process. The appointment commenced during the afternoon on 14 September 2015.

We did not receive any remuneration for the above.

The meetings do not affect our independence for the following reasons:

- The ARITA (formerly IPA) Code of Professional Practice and the Courts recognises the need for practitioners to provide advice on the insolvency process and the options available and we do not consider that such advice results in a conflict or is an impediment to accepting the appointment; and
- The nature of the advice provided to the Company is such that it would not be subject to review and challenge during the course of the Voluntary Administration; and
- The nature of the pre-appointment advice provided to the Company will not influence our ability to fully comply with the statutory and fiduciary obligations associated with the Voluntary Administration of the Company in an objective and impartial manner.

ii. Relevant Relationships (excluding Professional Services to the Insolvent)

We have also been appointed to the following three (3) other companies related to the Company (all of which are wholly-owned subsidiaries of the Company):

Entity Name	A.C.N.	Appointment Type	Appointment date
AFL Resources Pty Ltd (Administrators Appointed)	147 523 751	Voluntary Administration	14 September 2015
Montague Australia Resources Pty. Ltd. (Administrators Appointed)	097 875 619	Voluntary Administration	14 September 2015
NQ Metals Pty Limited (Administrators Appointed)	125 551 537	Voluntary Administration	14 September 2015

Other than the above, neither we, nor our firm, have, or have had within the preceding 24 months, any relationships with the Company, an associate of the Company, a former insolvency practitioner appointed to the Company or any person or entity that has a charge on the whole or substantially whole of the Company's property.

iii. Prior Professional services to the Insolvent

Neither we, nor our firm, have provided any professional services to the company in the previous 24 months.

iv. No other relevant relationships to disclose

There are no other known relevant relationships, including personal, business and professional relationships, from the previous 24 months with the company, an associate of the company, a

former insolvency practitioner appointed to the company or any person or entity that has a charge on the whole or substantially whole of the company's property that should be disclosed.

C. Indemnities and up-front payments

We have not been indemnified in relation to this administration, other than any indemnities that we may be entitled to under statute and we have not received any up-front payments in respect of our remuneration or disbursements.

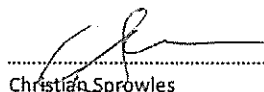
Dated:

13/09/2015

Alan Hayes



Christian Sprowles



Note:

1. If circumstances change, or new information is identified, we are required under the Corporations Act 2001 and the ARITA Code of Professional Practice to update this Declaration and provide a copy to creditors with our/our next communication as well as table a copy of any replacement declaration at the next meeting of the insolvent's creditors.
2. Any relationships, indemnities or up-front payments disclosed in the DIRRI must not be such that the Practitioner is no longer independent. The purpose of components B and C of the DIRRI is to disclose relationships that, while they do not result in the Practitioner having a conflict of interest or duty, ensure that creditors are aware of those relationships and understand why the Practitioner nevertheless remains independent.

Declaration of Independence, Relevant Relationships and Indemnities

Montague Resources Australia Pty. Ltd.
(Administrators Appointed)
A.C.N. 097 875 619 ("the Company")

This document requires the Practitioner/s appointed to an insolvent entity to make declarations as to:

- A. their independence generally;
- B. relationships, including
 - i the circumstances of the appointment;
 - ii any relationships with the Insolvent and others within the previous 24 months;
 - iii any prior professional services for the Insolvent within the previous 24 months;
 - iv. that there are no other relationships to declare; and
- C. any indemnities given, or up-front payments made, to the Practitioner.

This declaration is made in respect of us and Hayes Advisory.

A. Independence

We, Alan Hayes and Christian Spowles of Hayes Advisory have undertaken a proper assessment of the risks to our independence prior to accepting the appointment as Joint & Several Administrators of Montague Resources Australia Pty. Ltd. in accordance with the law and applicable professional standards. This assessment identified no real or potential risks to our independence. We are not aware of any reasons that would prevent us from accepting this appointment.

B. Declaration of Relationships

i. Circumstances of appointment

The Board of Directors ("the Board") was referred to Mr Alan Hayes by Mr James Hamilton of Surry Partners. Mr Hayes has known Mr Hamilton professionally for 5 years.

The reason we believe this relationship does not result in the Administrators having a conflict of interest or duty are:

- Referral from solicitors are commonplace and do not impact on our independence in carrying out our duties as Administrators of the Company; and
- Surry Partners has, in the past 3 years, acted on behalf of Alan Hayes and Christian Spowles in their capacity as appointees for unrelated insolvency appointments. Surry Partners has, in the past 3 years, also referred three (3) unrelated insolvency appointments to Hayes Advisory.

In the early afternoon of Friday, 11 September 2015, Mr Hayes spoke with Mr Robert Reynolds of the Company and met with him at 3.00pm on the same day. At the same meeting was one other

director of the Company, Mr John Haggman, and the Company's Secretary, Mr Hamlet Hacobian. At this meeting, the Company's financial position was discussed along with the options available to the Company, including a Creditors Voluntary Liquidation and Voluntary Administration.

On Monday, 14 September 2015, Alan Hayes and his colleague Geoffrey Knoke met with the Board to discuss the possible appointment of Voluntary Administrators and the Voluntary Administration process. The appointment commenced during the afternoon on 14 September 2015.

We did not receive any remuneration for the above.

The meetings do not affect our independence for the following reasons:

- The ARITA (formerly IPA) Code of Professional Practice and the Courts recognises the need for practitioners to provide advice on the insolvency process and the options available and we do not consider that such advice results in a conflict or is an impediment to accepting the appointment; and
- The nature of the advice provided to the Company is such that it would not be subject to review and challenge during the course of the Voluntary Administration; and
- The nature of the pre-appointment advice provided to the Company will not influence our ability to fully comply with the statutory and fiduciary obligations associated with the Voluntary Administration of the Company in an objective and impartial manner.

ii. Relevant Relationships (excluding Professional Services to the Insolvent)

We have also been appointed to the following three (3) other companies related to the Company:

Entity Name	Relationship	Appointment Type	Appointment date	Relationship
Convergent Minerals Ltd (Administrators Appointed)	120 909 953	Voluntary Administration	14 September 2015	Parent Company
AFL Resources Pty Ltd (Administrators Appointed)	147 523 751	Voluntary Administration	14 September 2015	Related Entity
NQ Metals Pty Limited (Administrators Appointed)	125 551 537	Voluntary Administration	14 September 2015	Related Entity

Other than the above, neither we, nor our firm, have, or have had within the preceding 24 months, any relationships with the Company, an associate of the Company, a former insolvency practitioner appointed to the Company or any person or entity that has a charge on the whole or substantially whole of the Company's property.

iii. Prior Professional services to the Insolvent

Neither we, nor our firm, have provided any professional services to the company in the previous 24 months.

iv. No other relevant relationships to disclose

There are no other known relevant relationships, including personal, business and professional relationships, from the previous 24 months with the company, an associate of the company, a

former insolvency practitioner appointed to the company or any person or entity that has a charge on the whole or substantially whole of the company's property that should be disclosed.

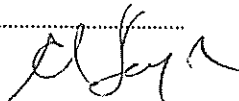
C. Indemnities and up-front payments

We have not been indemnified in relation to this administration, other than any indemnities that we may be entitled to under statute and we have not received any up-front payments in respect of our remuneration or disbursements.

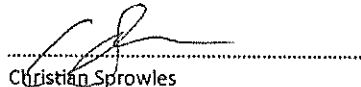
Dated:

15/09/2015

Alan Hayes



Christian Spowles



Note:

1. If circumstances change, or new information is identified, we are required under the Corporations Act 2001 and the ARITA Code of Professional Practice to update this Declaration and provide a copy to creditors with our/our next communication as well as table a copy of any replacement declaration at the next meeting of the insolvent's creditors.
2. Any relationships, indemnities or up-front payments disclosed in the DIRRI must not be such that the Practitioner is no longer independent. The purpose of components B and C of the DIRRI is to disclose relationships that, while they do not result in the Practitioner having a conflict of interest or duty, ensure that creditors are aware of those relationships and understand why the Practitioner nevertheless remains independent.

Declaration of Independence, Relevant Relationships and Indemnities

AFL Resources Pty Ltd
(Administrators Appointed)
A.C.N. 147 523 751 ("the Company")

This document requires the Practitioner/s appointed to an insolvent entity to make declarations as to:

- A. their independence generally;
- B. relationships, including
 - i the circumstances of the appointment;
 - ii any relationships with the Insolvent and others within the previous 24 months;
 - iii any prior professional services for the Insolvent within the previous 24 months;
 - iv that there are no other relationships to declare; and
- C. any indemnities given, or up-front payments made, to the Practitioner.

This declaration is made in respect of us and Hayes Advisory.

A. Independence

We, Alan Hayes and Christian Spowles of Hayes Advisory have undertaken a proper assessment of the risks to our independence prior to accepting the appointment as Joint & Several Administrators of AFL Resources Pty Ltd in accordance with the law and applicable professional standards. This assessment identified no real or potential risks to our independence. We are not aware of any reasons that would prevent us from accepting this appointment.

B. Declaration of Relationships

i. Circumstances of appointment

The Board of Directors ("the Board") was referred to Mr Alan Hayes by Mr James Hamilton of Surry Partners. Mr Hayes has known Mr Hamilton professionally for 5 years.

The reason we believe this relationship does not result in the Administrators having a conflict of interest or duty are:

- Referral from solicitors are commonplace and do not impact on our independence in carrying out our duties as Administrators of the Company; and
- Surry Partners has, in the past 3 years, acted on behalf of Alan Hayes and Christian Spowles in their capacity as appointees for unrelated insolvency appointments. Surry Partners has, in the past 3 years, also referred three (3) unrelated insolvency appointments to Hayes Advisory.

In the early afternoon of Friday, 11 September 2015, Mr Hayes spoke with Mr Robert Reynolds of the Company and met with him at 3.00pm on the same day. At the same meeting was one other

director of the Company, Mr John Haggman, and the Company's Secretary, Mr Hamlet Hacobian. At this meeting, the Company's financial position was discussed along with the options available to the Company, including a Creditors Voluntary Liquidation and Voluntary Administration.

On Monday, 14 September 2015, Alan Hayes and his colleague Geoffrey Knoke met with the Board to discuss the possible appointment of Voluntary Administrators and the Voluntary Administration process. The appointment commenced during the afternoon on 14 September 2015.

We did not receive any remuneration for the above.

The meetings do not affect our independence for the following reasons:

- The ARITA (formerly IPA) Code of Professional Practice and the Courts recognises the need for practitioners to provide advice on the insolvency process and the options available and we do not consider that such advice results in a conflict or is an impediment to accepting the appointment; and
- The nature of the advice provided to the Company is such that it would not be subject to review and challenge during the course of the Voluntary Administration; and
- The nature of the pre-appointment advice provided to the Company will not influence our ability to fully comply with the statutory and fiduciary obligations associated with the Voluntary Administration of the Company in an objective and impartial manner.

ii. Relevant Relationships (excluding Professional Services to the Insolvent)

We have also been appointed to the following three (3) other companies related to the Company:

Entity Name	Relationship	Appointment Type	Appointment date	Relationship
Convergent Minerals Ltd (Administrators Appointed)	120 909 953	Voluntary Administration	14 September 2015	Parent Company
Montague Australia Resources Pty. Ltd. (Administrators Appointed)	097 875 619	Voluntary Administration	14 September 2015	Related Entity
NQ Metals Pty Limited (Administrators Appointed)	125 551 537	Voluntary Administration	14 September 2015	Wholly Owned Subsidiary

Other than the above, neither we, nor our firm, have, or have had within the preceding 24 months, any relationships with the Company, an associate of the Company, a former insolvency practitioner appointed to the Company or any person or entity that has a charge on the whole or substantially whole of the Company's property.

iii. Prior Professional services to the Insolvent

Neither we, nor our firm, have provided any professional services to the company in the previous 24 months.

iv. No other relevant relationships to disclose

There are no other known relevant relationships, including personal, business and professional relationships, from the previous 24 months with the company, an associate of the company, a


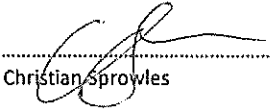
former insolvency practitioner appointed to the company or any person or entity that has a charge on the whole or substantially whole of the company's property that should be disclosed.

C. Indemnities and up-front payments

We have not been indemnified in relation to this administration, other than any indemnities that we may be entitled to under statute and we have not received any up-front payments in respect of our remuneration or disbursements.

Dated:

15/09/2015

Alan Hayes  Christian Sproyles 

Note:

1. If circumstances change, or new information is identified, we are required under the Corporations Act 2001 and the ARITA Code of Professional Practice to update this Declaration and provide a copy to creditors with our/our next communication as well as table a copy of any replacement declaration at the next meeting of the insolvent's creditors.
2. Any relationships, indemnities or up-front payments disclosed in the DIRRI must not be such that the Practitioner is no longer independent. The purpose of components B and C of the DIRRI is to disclose relationships that, while they do not result in the Practitioner having a conflict of interest or duty, ensure that creditors are aware of those relationships and understand why the Practitioner nevertheless remains independent.

Declaration of Independence, Relevant Relationships and Indemnities

NQ Metals Pty Limited
(Administrators Appointed)
A.C.N. 125 551 537 ("the Company")

This document requires the Practitioner/s appointed to an insolvent entity to make declarations as to:

- A. their independence generally;
- B. relationships, including
 - i the circumstances of the appointment;
 - ii any relationships with the Insolvent and others within the previous 24 months;
 - iii any prior professional services for the Insolvent within the previous 24 months;
 - iv. that there are no other relationships to declare; and
- C. any indemnities given, or up-front payments made, to the Practitioner.

This declaration is made in respect of us and Hayes Advisory.

A. Independence

We, Alan Hayes and Christian Sprowles of Hayes Advisory have undertaken a proper assessment of the risks to our independence prior to accepting the appointment as Joint & Several Administrators of NQ Metals Pty Limited in accordance with the law and applicable professional standards. This assessment identified no real or potential risks to our independence. We are not aware of any reasons that would prevent us from accepting this appointment.

B. Declaration of Relationships

i. Circumstances of appointment

The Board of Directors ("the Board") was referred to Mr Alan Hayes by Mr James Hamilton of Surry Partners. Mr Hayes has known Mr Hamilton professionally for 5 years.

The reason we believe this relationship does not result in the Administrators having a conflict of interest or duty are:

- Referral from solicitors are commonplace and do not impact on our independence in carrying out our duties as Administrators of the Company; and
- Surry Partners has, in the past 3 years, acted on behalf of Alan Hayes and Christian Sprowles in their capacity as appointees for unrelated insolvency appointments. Surry Partners has, in the past 3 years, also referred three (3) unrelated insolvency appointments to Hayes Advisory.

In the early afternoon of Friday, 11 September 2015, Mr Hayes spoke with Mr Robert Reynolds of the Company and met with him at 3.00pm on the same day. At the same meeting was one other

director of the Company, Mr John Haggman, and the Company's Secretary, Mr Hamlet Hacobian. At this meeting, the Company's financial position was discussed along with the options available to the Company, including a Creditors Voluntary Liquidation and Voluntary Administration.

On Monday, 14 September 2015, Alan Hayes and his colleague Geoffrey Knoke met with the Board to discuss the possible appointment of Voluntary Administrators and the Voluntary Administration process. The appointment commenced during the afternoon on 14 September 2015.

We did not receive any remuneration for the above.

The meetings do not affect our independence for the following reasons:

- The ARITA (formerly IPA) Code of Professional Practice and the Courts recognises the need for practitioners to provide advice on the insolvency process and the options available and we do not consider that such advice results in a conflict or is an impediment to accepting the appointment; and
- The nature of the advice provided to the Company is such that it would not be subject to review and challenge during the course of the Voluntary Administration; and
- The nature of the pre-appointment advice provided to the Company will not influence our ability to fully comply with the statutory and fiduciary obligations associated with the Voluntary Administration of the Company in an objective and impartial manner.

ii. **Relevant Relationships (excluding Professional Services to the Insolvent)**

We have also been appointed to the following three (3) other companies related to the Company:

Entity Name	Relationship	Appointment Type	Appointment date	Relationship
Convergent Minerals Ltd (Administrators Appointed)	120 909 953	Voluntary Administration	14 September 2015	Ultimate Holding Company
Montague Australia Resources Pty. Ltd. (Administrators Appointed)	097 875 619	Voluntary Administration	14 September 2015	Related Entity
AFL Resources Pty Ltd (Administrators Appointed)	147 523 751	Voluntary Administration	14 September 2015	Parent Company

Other than the above, neither we, nor our firm, have, or have had within the preceding 24 months, any relationships with the Company, an associate of the Company, a former insolvency practitioner appointed to the Company or any person or entity that has a charge on the whole or substantially whole of the Company's property.

iii. **Prior Professional services to the Insolvent**

Neither we, nor our firm, have provided any professional services to the company in the previous 24 months.

iv. **No other relevant relationships to disclose**

There are no other known relevant relationships, including personal, business and professional relationships, from the previous 24 months with the company, an associate of the company, a former insolvency practitioner appointed to the company or any person or entity that has a charge on the whole or substantially whole of the company's property that should be disclosed.

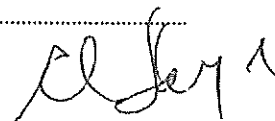
C. Indemnities and up-front payments

We have not been indemnified in relation to this administration, other than any indemnities that we may be entitled to under statute and we have not received any up-front payments in respect of our remuneration or disbursements.

Dated:

13/09/2015

Alan Hayes



Christian Sprowles



Note:

1. If circumstances change, or new information is identified, we are required under the Corporations Act 2001 and the ARITA Code of Professional Practice to update this Declaration and provide a copy to creditors with our/our next communication as well as table a copy of any replacement declaration at the next meeting of the insolvent's creditors.
2. Any relationships, indemnities or up-front payments disclosed in the DIRRI must not be such that the Practitioner is no longer independent. The purpose of components B and C of the DIRRI is to disclose relationships that, while they do not result in the Practitioner having a conflict of interest or duty, ensure that creditors are aware of those relationships and understand why the Practitioner nevertheless remains independent.

Appendix

F1

Summary of Convergent Minerals Group Details											
Convergent Minerals Ltd (Administrators Appointed)			Montague Resources Australia Pty Ltd (Administrators Appointed)			AFL Resources Pty Ltd (Administrators Appointed)			NQ Metals Pty Ltd (Administrators Appointed)		
Company Details			Company Details			Company Details			Company Details		
Date of Registration	25-Jul-06	17-Aug-01	24-Nov-10	23-May-07							
Registered Office	Suite 502, Level 5 100 Mount Street North Sydney NSW 2060	Suite 502, Level 5 100 Mount Street North Sydney NSW 2060	Suite 502, Level 5 100 Mount Street North Sydney NSW 2060	Suite 502, Level 5 100 Mount Street North Sydney NSW 2060					Suite 502, Level 5 100 Mount Street North Sydney NSW 2060		
Principle Place of business	Suite 502, Level 5 100 Mount Street North Sydney NSW 2060	Suite 502, Level 5 100 Mount Street North Sydney NSW 2060	Suite 502, Level 5 100 Mount Street North Sydney NSW 2060	Suite 502, Level 5 100 Mount Street North Sydney NSW 2060					Suite 502, Level 5 100 Mount Street North Sydney NSW 2060		
Director	Appointed 19/12/2011 Ceased 19/12/2011 Continuing 24/06/2014	Appointed 19/12/2011 Ceased 19/12/2011 Continuing 24/06/2014	Appointed 24/11/2010 Ceased 24/11/2010 Continuing 1/07/2014	Appointed 21/09/2011 Ceased 23/05/2007 Continuing 1/07/2014					Appointed 14/09/2011 Ceased 21/09/2011 Continuing		
Reynolds, Robert Gordon											
Haggman, John Arnold											
Howe, Roger											
Price, David William											
Secretary	Appointed 19/12/2011 Ceased 19/12/2011 Continuing	Appointed 19/12/2011 Ceased 19/12/2011 Continuing	Appointed 14/09/2011 Ceased 24/11/2010 Continuing	Appointed 14/09/2011 Ceased 24/11/2010 Continuing					Appointed 14/09/2011 Ceased 24/11/2010 Continuing		
Hacobián, Hamet											
Haggman, John Arnold											
Appointed Auditor	Appointed 26/08/2011 Ceased 26/08/2011 Continuing	Appointed 26/08/2011 Ceased 26/08/2011 Continuing	Appointed 26/08/2011 Ceased 26/08/2011 Continuing	Appointed 26/08/2011 Ceased 26/08/2011 Continuing					Appointed 26/08/2011 Ceased 26/08/2011 Continuing		
Armstrong, Stephen Noel											
Ultimate Holding Company	N/A	N/A	Convergent Minerals Ltd	N/A					N/A		
Holding Company Name											
Current Members (All Ordinary Shares)	Shares Issued 370,328,488 Paid Up Capital Beneficially Held 27,563,859	Shares Issued 10,000,100 Paid Up Capital Beneficially Held 100,100	Shares Issued 55,431,250 Paid Up Capital Beneficially Held 1,184,000	Shares Issued 5 Paid Up Capital Beneficially Held 5					Shares Issued 5 Paid Up Capital Beneficially Held 5		
Convergent Minerals Ltd											
AFL Resources Pty Ltd											
Various											

Appendix

F2

Directorships				
Directorship - Robert Gordon Reynolds	Role	Appointment Ceased	Company Status	External Administrator
Convergent Minerals Ltd	Director	Current	Registered	Yes
Montague Resources Australia Pty Ltd	Director	Current	Registered	Yes
AFL Resources Pty Ltd	Director	Current	Registered	Yes
NQ Metals Pty Ltd	Director	Current	Registered	Yes
Chesser Resources Ltd	Director	Current	Registered	
Dacian Gold Ltd	Director	Current	Registered	
Duck Property Holdings Pty Ltd	Director	Current	Registered	
Global Geoscience Ltd	Director	Current	Registered	
M H Y C Holdings Pty Ltd	Director	Current	Registered	
M H Y C Marina Management Pty Ltd	Director	Current	Registered	
Swift Electroplaters N.S.W. Pty Ltd	Director	Current	Registered	
Rogo Investments Pty Ltd	Director and Secretary	Current	Registered	
Alacer Gold Corp	Former Director	23/08/2011	Registered	
Avoca Mining Pty Ltd	Former Director	26/08/2011	Registered	
Avoca Resources Pty Ltd	Former Director	26/08/2011	Registered	
Barrick (Australia Pacific Exploration) Pty Ltd	Former Director	22/12/1995	Registered	
Barrick (GSM) Pty Ltd	Former Director	22/12/1995	Registered	
Chesser Resources Ltd	Former Director	12/02/2015	Registered	
Copperco Ltd	Former Director	16/03/2001	Registered	
Davmin Pty Ltd	Former Director	28/07/1994	Registered	
Delta Gold Exploration Pty Ltd	Former Director	22/12/1995	Registered	
Delta Gold Pty Ltd	Former Director	31/12/2001	Registered	
Diatreme Resources Ltd	Former Director	25/07/2000	Registered	
Dioro Exploration Pty Ltd	Former Director	30/08/2011	Registered	
Fimada Pty Ltd	Former Director	28/07/1994	Registered	
Hampton Gold Mining Areas Ltd	Former Director	26/08/2011	Registered	
HBJ Minerals Pty Ltd	Former Director	26/08/2011	Registered	
Highlake Resources Pty Ltd	Former Director	14/09/1999	Registered	
Hill S1 Pty Ltd	Former Director	26/08/2011	Registered	
Kanowna Mines Pty Ltd	Former Director	22/12/1995	Registered	
Latitude Consolidated Ltd	Former Director	25/02/2003	Registered	
LGL Ballarat Operations Pty Ltd	Former Director	14/09/1999	Registered	
Middle Harbour Yacht Club	Former Director	27/04/2004	Registered	
New Guinea Iron Pty Ltd	Former Director	14/11/2008	Registered	
Norman Richards Pty Ltd	Former Director	14/01/2000	Registered	
Northern Star (Kanowna) Pty Ltd	Former Director	22/12/1995	Registered	
Olympic Gold Mines N.L.	Former Director	22/12/1995	Registered	
Photoliberty Pty Ltd	Former Director	20/02/2004	Registered	
Rent.com.au Limited	Former Director	21/12/2001	Registered	
Rent.com.au Limited	Former Director	25/07/2000	Registered	
Sabre Resources Ltd	Former Director	2/07/1999	Registered	
Titan Metals Ltd	Former Director	18/07/2011	Registered	
Titan Metals Ltd	Former Secretary	18/07/2011	Registered	
Barrick (Australia Pacific Exploration) Pty Ltd	Former Secretary	8/05/1992	Registered	
Barrick (GSM) Pty Ltd	Former Secretary	8/05/1992	Registered	
Delta Gold Pty Ltd	Former Secretary	8/05/1992	Registered	
Kanowna Mines Pty Ltd	Former Secretary	8/05/1992	Registered	
Northern Star (Kanowna) Pty Ltd	Former Secretary	8/05/1992	Registered	
Acer Mining & Exploration NL	Former Director	19/11/1997	Deregistered	
Avondale Environmental Pty Ltd	Former Director	30/12/2001	Deregistered	
Brightstar Corporation Pty Ltd	Former Director	5/07/2005	Deregistered	
Canyon Nominees Pty Ltd	Former Director	27/02/1992	Deregistered	
Canyon Resources Pty Ltd	Former Director	2/04/2002	Deregistered	
Copperco Minerals Pty Ltd	Former Director	16/03/2001	Deregistered	
Copperwell Pty Ltd	Former Director	8/05/2001	Deregistered	
Delta Diamonds Ltd	Former Director	13/06/1996	Deregistered	
Delta Gold Holdings Ltd	Former Director	22/12/1995	Deregistered	
Delta Gold Mining Corporation Pty Ltd	Former Director	13/06/1996	Deregistered	
Fernpark Pty Ltd	Former Director	27/02/1992	Deregistered	
Frontier Mapping Pty Ltd	Former Director	6/05/2009	Deregistered	

IDA Gold Pty Ltd	Former Director	22/12/1995	Deregistered
IIG Securities Pty Ltd	Former Director	25/02/2003	Deregistered
Millennium Minerals (Operations) Pty Ltd	Former Director	14/05/2001	Deregistered
Navredyups Pty Ltd	Former Director	30/05/1996	Deregistered
Olympic Mines Ltd	Former Director	22/12/1995	Deregistered
Saflink Australia Ltd	Former Director	8/05/2001	Deregistered
Select-Tel Communications Pty Ltd	Former Director	12/12/2002	Deregistered
Selwyn Resources Pty Ltd	Former Director	28/07/1994	Deregistered
Sunrise Mines Ltd	Former Director	22/12/1995	Deregistered
Trisub Ltd	Former Director	2/03/2003	Deregistered
Triton Secure Ltd	Former Director	8/05/2001	Deregistered
Wintech EPS Machines Pty Ltd	Former Director	25/11/2009	Deregistered
Wintech International Pty Ltd	Former Director	28/09/2012	Deregistered
Yost Technologies Ltd	Former Director	16/03/2001	Deregistered
Delta Gold Holdings Ltd	Former Secretary	8/05/1992	Deregistered
IDA Gold Pty Ltd	Former Secretary	8/05/1992	Deregistered
Sunrise Mines Ltd	Former Secretary	8/05/1992	Deregistered

Directorship - John Arnold Haggman	Role	Appointment Ceased	Company Status	External Administrator
Convergent Minerals Ltd	Director	Current	Registered	Yes
Montague Resources Australia Pty Ltd	Director	Current	Registered	Yes
AFL Resources Pty Ltd	Director and Secretary	Current	Registered	Yes
NQ Metals Pty Ltd	Director	Current	Registered	Yes
BGM Investments Pty Ltd	Director	Current	Registered	
Jet Metals Pty Limited	Director and Secretary	Current	Registered	
Perico Pty Limited	Director and Secretary	Current	Registered	
VFA Agri Pty Limited	Director and Secretary	Current	Registered	
Blue Lake Resources Pty Ltd	Director and Secretary	Current	Registered	
Goodmart Pty Ltd	Director and Secretary	Current	Registered	
Quest Metals Pty Ltd	Director and Secretary	Current	Registered	
Gamas Magnesium Technology Pty Ltd	Former Director	3/05/2014	Registered	
Magnesium Developments Pty Ltd	Former Director	3/05/2014	Registered	
Magnesium Holdings Pty Ltd	Former Director	3/05/2014	Registered	
Magnesium International (No 1) Pty Ltd	Former Director	3/05/2014	Registered	
Magnesium International (No 2) Pty Ltd	Former Director	3/05/2014	Registered	
Samag Pty Ltd	Former Director	3/05/2014	Registered	
Foy Group Limited	Former Director	3/08/2014	Registered	
King Eagle Resources Pty Ltd	Former Director and Secretary	28/06/2007	Registered	
New Guinea Iron Pty Ltd	Former Director and Secretary	3/05/2014	Registered	
Titan Metals Ltd	Former Director and Secretary	3/05/2014	Registered	

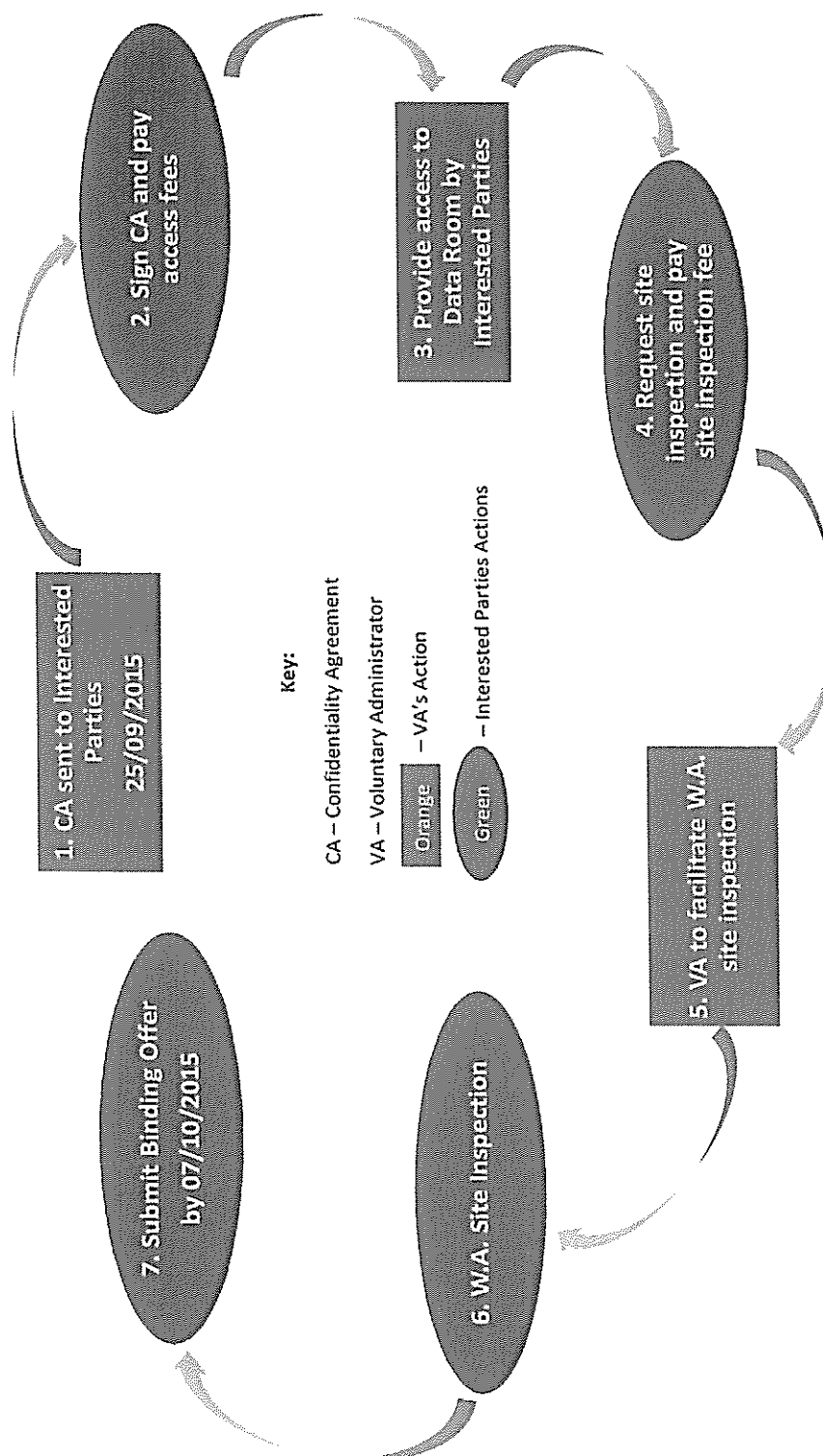
Directorship - Roger Howe	Role	Appointment Ceased	Company Status	External Administrator
Convergent Minerals Ltd	Director	Current	Registered	Yes
Montague Resources Australia Pty Ltd	Director	Current	Registered	Yes
AFL Resources Pty Ltd	Director	Current	Registered	Yes
NQ Metals Pty Ltd	Director	Current	Registered	Yes
RBH Holdings Pty Ltd	Director	Current	Registered	
Hartley Platinum (Aruba) N.V.	Former Director	21/11/1997	Deregistered	
Alacer Gold Corp.	Former Local Agent (Overseas)	1/09/2014	Registered	

Directorship - David William Price	Role	Appointment Ceased	Company Status	External Administrator
AFL Resources Pty Ltd	Director	Current	Registered	Yes
NQ Metals Pty Ltd	Director	Current	Registered	Yes
BGM Investments Pty Ltd	Director	Current	Registered	
Artemis Graphite Pty Ltd	Former Director	18/11/2011	Registered	
Gold Mountain Ltd	Former Director	18/02/2010	Registered	
Magnum Gas & Power Ltd	Former Director	9/02/2010	Registered	
Hampshire International Metals Pty Ltd	Former Director and Secretary	1/10/2014	Deregistered	

Appendix

F3

DATA ROOM, SITE INSPECTION AND OFFER TIMETABLE



25 September 2015

Appendix

G

Creditor Information Sheet

Offences, Recoverable transactions and Insolvent Trading



Offences

A summary of offences that may be identified by the administrator:

180	Failure by officer to exercise a reasonable degree of care and diligence in the exercise of his powers and the discharge of his duties.
181	Failure to act in good faith.
182	Making improper use of position as an officer or employee, to gain, directly or indirectly, an advantage.
183	Making improper use of information acquired by virtue of his position.
184	Reckless or intentional dishonesty in failing to exercise duties in good faith for proper purpose. Use of position or information dishonestly to gain advantage or cause detriment.
206A	Contravening an order against taking part in management of a corporation.
206A, B	Taking part in management of corporation while being an insolvent under an administration.
206A, B	Acting as a director or promoter or taking part in the management of a company within five years after conviction or imprisonment for various offences.
209(3)	Dishonest failure to observe requirements on making loans to directors or related companies.
254T	Paying dividends except out of profits.
286	Failure to keep proper accounting records.
312	Obstruction of auditor.
314-7	Failure to comply with requirements for financial statement preparation.
437C	Performing or exercising a function or power as officer while a company is under administration.
437D(5)	Unauthorised dealing with company's property during administration.
438B(4)	Failure by directors to assist administrator, deliver records and provide information.
438C(5)	Failure to deliver up books and records to administrator.
590	Failure to disclose property, concealed or removed property, concealed a debt due to the company, altered books of the company, fraudulently obtained credit on behalf of the company, material omission from Report as to Affairs or false representation to creditors.

Voidable Transactions

Preferences

A preference is a transaction such as a payment between the company and one or more of its creditors, in which the creditor receiving the payment is preferred over the general body of creditors. The relevant time period is six months before the commencement of the liquidation. The company must have been insolvent at the time of the transaction, or become insolvent as a result of the transaction.

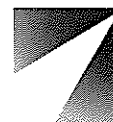
Where a creditor receives a preferred payment, the payment is voidable as against a liquidator and is liable to be paid back to the liquidator subject to the creditor being able to successfully maintain any of the defences available to the creditor under either the Corporations Act.

Uncommercial Transaction

An uncommercial transaction is one that it may be expected that a reasonable person in the company's circumstances would not have entered into having regard to:

- the benefit or detriment to the company;
- the respective benefits to other parties; and,
- any other relevant matter.

To be voidable, an uncommercial transaction must have occurred during the two years before the liquidation. However, if a related entity is a party to the transaction, the time period is four years and if the intention of the transaction is to defeat creditors, the time period is ten years.



The company must have been insolvent at the time of the transaction, or become insolvent as a result of the transaction.

Unfair Loan

A loan is unfair if and only if the interest was extortionate when the loan was made or has since become extortionate. There is no time limit on unfair loans – they only have to have been entered into any time on or before the day when the winding up began.

Arrangements to avoid employee entitlements

If an employee suffers loss because a person (including a director) enters into an arrangement or transaction to avoid the payment of employee entitlements, the liquidator or the employee may seek to recover compensation from that person. It will only be necessary to satisfy the court that there was a breach on the balance of probabilities. There is no time limit on when the transaction occurred.

Unreasonable payments to directors

Liquidators have the power to reclaim "unreasonable payments" made to directors by companies prior to liquidation. The provision relates to transactions made to, on behalf of, or for the benefit of, a director or close associate of a director. To fall within the scope of the section, the transaction **must** have been unreasonable, and have been entered into during the 4 years leading up to a company's liquidation, regardless of its solvency at the time the transaction occurred.

Voidable charges

Certain charges are voidable by a liquidator:

- Floating charge created with six months of the liquidation unless it secures a subsequent advance;
- Unregistered charges; and
- Charges in favour of related parties who attempt to enforce the charge within 6 months of its creation.

Insolvent Trading

In the following circumstances, directors may be personally liable for insolvent trading by the company:

- a person is a director at the time a company incurs a debt;
- the company is insolvent at the time of incurring the debt or becomes insolvent because of incurring the debt;
- at the time the debt was incurred, there were reasonable grounds to suspect that the company was insolvent;
- the director was aware such grounds for suspicion existed; and
- a reasonable person in a like position would have been so aware.

The law provides that the liquidator, and in certain circumstances the creditor who suffered the loss, may recover from the director, an amount equal to the loss or damage suffered. Similar provisions exist to pursue holding companies for debts incurred by their subsidiaries.

A defence is available under the law where the director can establish:

- there were reasonable grounds to expect that the company was solvent and they actually did so expect;
- they did not take part in management for illness or some other good reason; or,
- they took all reasonable steps to prevent the company incurring the debt.

The proceeds of any recovery for insolvent trading by a liquidator are available for distribution to the unsecured creditors before the secured creditors.

Important note: This Information sheet contains a summary of basic information on the topic. It is not a substitute for legal advice. Some provisions of the law referred to may have important exceptions or qualifications. This document may not contain all of the information about the law or the exceptions and qualifications that are relevant to your circumstances.

Appendix



Administrators' Remuneration Report

REMUNERATION REPORT

Part 1: Declaration

We, Alan Hayes and Christian Sprowles of Hayes Advisory Pty Ltd, have undertaken a proper assessment of this remuneration claim for Christian Sprowles and my appointment as Joint and Several Administrators of **Convergent Minerals Ltd (Administrators Appointed) ("CVG")**, **Montague Resources Australia Pty Ltd (Administrators Appointed) ("Montague")**, **AFL Resources Pty Ltd (Administrators Appointed) ("AFL")** and **NQ Metals Pty Ltd (Administrators Appointed) ("NQ Metals")** in accordance with the law and applicable professional standards. We are satisfied that the remuneration claimed is in respect of necessary work, properly performed, or to be properly performed, in the conduct of the Administration.

Part 2: Executive Summary

To date, no remuneration has been approved and paid in this Administration. This remuneration report details approval sought for the following fees:

Company Name (all Administrators Appointed)	Description (Voluntary Administration Period)	Amount (\$ excl. GST)
CVG	14 September 2015 – 8 October 2015 Actual	72,830
	9 October 2015 – 19 October 2015 Estimated	15,000
	20 October 2015 to commencement of Deed	7,500
	Total	95,330
Montague	14 September 2015 – 8 October 2015 Actual	10,893
	9 October 2015 – 19 October 2015 Estimated	10,000
	20 October 2015 to commencement of Deed	7,500
	Total	28,393
AFL	14 September 2015 – 8 October 2015 Actual	8,786
	9 October 2015 – 19 October 2015 Estimated	5,000
	20 October 2015 to commencement of Deed	5,000
	Total	18,786
NQ Metals	14 September 2015 – 8 October 2015 Actual	7,454
	9 October 2015 – 19 October 2015 Estimated	5,000
	20 October 2015 to commencement of Deed	5,000
	Total	17,454

Please refer to report section references detailed above for full details of the calculation and composition of the remuneration approval sought.

Part 3: Description of Work Completed

Voluntary Administrators' remuneration for the period **14 September 2015 to 8 October 2015**.

Task Area	General Description	Includes
Assets CVG 69.7 Hours \$23,806 Montague 4.5 Hours \$1,274 AFL 3.1 Hours \$849 NQ Metals 0.7 Hours \$98	Debtors	Correspondence with debtor Attending to receipt of debtor monies
	Sale of Business	Attending to expressions of interests re assets and/or business of Convergent Group Maintaining spreadsheet re expressions of interests Liaise with Company's officers to obtain data to be used in Data Room Setting up and maintaining Data Room Prepare Confidentiality Agreement and letters to interested parties Attending to receipt of data room access fees, confirming receipt of funds in Administration account and sending data room access links to relevant parties Attend to queries from interested parties via telephone and email Attend to payment of site visit fees and organise site visit with employees/contractors Attend to receipt of binding and indicative offers, and reviewing same Discussion with secured party and internally re binding offers received Respond and assess offers Duties associated with execution of sale agreement and completion
	Other Assets (Montague only)	Attend to potential realisation of R&D rebate Liaise with Group's officers regarding realisation of same Liaise with BDO re realisation of this asset
Creditors CVG 32.7 Hours \$11,190 Montague 13.4 Hours \$4,082 AFL 10.7 Hours \$2,930 NQ Metals 11.7 Hours \$3,228	Creditor Enquiries	Receive and follow up creditor enquiries via telephone Review and prepare correspondence to creditors and their representatives via facsimile, email and post
	Creditor reports	Preparing section 439A report, investigation, meeting and general reports to creditors
	Dealing with proofs of debt	Recepting and filing POD's when not related to a dividend Corresponding with ATO regarding POD's when not related to a dividend
	Meeting of Creditors	Preparation of meeting notices, proxies and advertisements Forward notice of meeting to all known creditors Preparation of meeting file, including agenda, certificate of postage, attendance register, list of creditors, reports to creditors, advertisement of meeting and draft minutes of meeting. Preparation and lodgement of minutes of meetings with ASIC
	Secured Creditor	Report to Secured Creditor providing update on Administration and sale of business Meeting and discussions with Secured Creditor to obtain further loan funding to trade on business until sale of business occurs Correspond with Secured Creditor for investigative purposes
Employees CVG (only) 3.1 Hours \$955	Employees enquiry	Receive and follow up employee enquiries via telephone Review and prepare correspondence to employees and their representatives via facsimile, email and post Preparation of letters to employees advising of their entitlements and options available
	Calculation of entitlements	Calculating employee entitlements Reviewing employee files and company's books and records Reconciling superannuation accounts

Task Area	General Description	Includes
Investigation CVG 22.1 Hours \$6,516 Montague 10.0 Hours \$2,248 AFL 11.0 Hours \$2,333 NQ Metals 10.5 Hours \$2,163	Conducting investigation	Attendance at Company's principal place of business Attending to collection of company books and records Reviewing company's books and records Review and preparation of company nature and history Preparation of deficiency statement Review of specific transactions and liaising with Group's officers regarding certain transactions Review companies' records to ascertain voidable transactions and unfair preferential payments Prepare file notes for investigations folder Preparation of investigation file and completion of investigation checklists
Trade-On CVG 31.3 Hours \$12,053 Montague 1.7 Hours \$534 AFL 1.3 Hours \$401 NQ Metals 0.1 Hours \$41	General	Attend to correspondence from suppliers re ongoing trade on payments Prepare and maintain spreadsheet for payments due Prepare financial forecast Liaise with CFO and directors for the purpose of preparing financial forecast and various queries re trade on payments Attend to lodgement of compliance reports Liaise with Austwide Mining re compliance reports due and tenement rental payments to be made Organise payment of trade on supplier invoices Entering receipt and payments into accounting system Correspondence and discussions concerning applications for forfeiture of tenements
	Legal Administration	Review and attendance to claim in relation to Joint Tenement Agreements
Administration CVG 52.8 Hours \$18,311 Montague 10.5 Hours \$2,756 AFL 8.3 Hours \$2,274 NQ Metals 7.7 Hours \$1,925	Document maintenance/file review/checklist	Filing of documents File reviews Updating checklists
	Insurance	Identification of potential issues requiring attention of insurance specialists Correspondence with insurer regarding initial and ongoing insurance requirements Reviewing insurance policies Meeting with insurer to discuss insurance requirements for trade on purposes
	Bank account administration	Preparing correspondence opening and closing accounts Requesting bank statements and reviewing same Bank account reconciliations Correspondence with bank regarding specific transfers
	Planning / Review	Discussions regarding status of administration
	Books and records / storage	Dealing with records in storage Sending job files to storage

Part 4a: Description of Works to be Completed (to date of s439A Meeting)

Estimated Voluntary Administrator's remuneration for the period 9 October 2015 to 19 October 2015.

Task Area	General Description	Includes
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Task Area	General Description	Includes
Assets CVG 12.0 Hours \$3,805 Montague 10.0 Hours \$2,995 AFL 6.0 Hours \$1,930 NQM 6.0 Hours \$1,930	General	Attend to receipt of funds for data access and site inspection, and refund same Respond and assess offers Duties associated with execution of sale agreement and completion Finalise sale of business
Creditors CVG 27.0 Hours \$6,975 Montague 18.0 Hours \$5,135 AFL 5.5 Hours \$1,440 NQ Metals 5.5 Hours \$1,440	Creditor Enquiries	Receive and follow up creditor enquiries via telephone Review and prepare correspondence to creditors and their representatives via facsimile, email and post
	Creditor reports	Finalise and dispatch section 439A report, investigation, meeting and general reports to creditors
	Dealing with proofs of debt	Receipting and filing POD's when not related to a dividend Corresponding with OSR and ATO regarding POD's when not related to a dividend
	Meeting of Creditors	Preparation of meeting notices, proxies and advertisements Forward notice of meeting to all known creditors Preparation of meeting file, including agenda, certificate of postage, attendance register, list of creditors, reports to creditors, advertisement of meeting and draft minutes of meeting. Preparation and lodgement of minutes of meetings with ASIC
Trade-On CVG 7.0 Hours \$1,885 Montague 2.5 Hours \$613 AFL 3.0 Hours \$683 NQ Metals 3.0 Hours \$683	Trade On Management	Liaising with suppliers (i.e. Austwide Mining etc) Pay employee wages Entering receipt and payments into accounting system
Administration CVG 8.0 Hours \$2,410 Montague 4.5 Hours \$1,260	Correspondence	
	Document maintenance/file review/checklist	First month administration review Filing of documents File reviews Updating checklists
	Bank account administration	Preparing correspondence opening and closing accounts Requesting bank statements Bank account reconciliations Correspondence with bank regarding specific transfers

Task Area	General Description	Includes
AFL 4.0 Hours \$1,058	Planning / Review	Discussions regarding status of administration
	Books and records / storage	Dealing with records in storage Sending job files to storage
NQ Metals 4.0 Hours \$1,058		

Part 4b: Description of Works to be Completed (from s439A meeting to commencement of Deed)

Estimated Voluntary Administrator's remuneration for the period **20 October 2015** to **commencement of Deed**.

Task Area	General Description	Includes
Creditors CVG 6.0 Hours \$1,665	Creditor Enquiries	Receive and follow up creditor enquiries via telephone Review and prepare correspondence to creditors and their representatives via facsimile, email and post
	Deed of Company	Review Deed of Company Arrangement Liaise with the relevant parties regarding the Deed of Company Arrangement Seek legal advice with regards to Deed of Company Arrangement
Montague 6.0 Hours \$1,665		
AFL 4.0 Hours \$1,265		
NQ Metals 4.0 Hours \$1,265		
Trade-On CVG 14.0 Hours \$3,995	Trade On Management	Liaising with suppliers (i.e. Austwide Mining etc) Entering receipt and payments into accounting system
Montague 14.0 Hours \$3,995		
AFL 8.5 Hours \$2,445		
NQ Metals 8.5 Hours \$2,445		
Administration CVG 8.0 Hours \$1,915	Correspondence	Various correspondence
	Document maintenance/file review/checklist	Filing of documents File reviews Updating checklists
	Bank account administration	Requesting bank statements Bank account reconciliations Correspondence with bank regarding specific transfers
	Planning / Review	Discussions regarding status of administration
Montague 8.0 Hours \$1,915		

Task Area	General Description	Includes
AFL 6.0 Hours \$1,348 NQ Metals 6.0 Hours \$1,348	Books and records / storage	Obtain records

Part 5: Calculation of Remuneration

See attached schedules setting out the Calculation of Actual Remuneration for the period 14 September 2015 to 8 October 2015 (marked "H1" to "H4") Calculation of Estimated Remuneration for the period 9 October 2015 to 19 October 2015 and 20 October 2015 (marked "H5" to "H8") to commencement of the Deed of Company Arrangement (marked "H9" to "H12").

See attached hourly rates utilised by Hayes Advisory Pty Ltd as at 1 July 2015.

Part 6: Statement on Remuneration

At the forthcoming meeting of creditors to be held on 20 October 2015, creditors will be asked to approve the following resolutions:

Convergent Minerals Ltd (Administrators Appointed)

"That the remuneration of the Administrators, as set out in the Administrators' remuneration report, for the period 14 September 2015 to 8 October 2015, in accordance with the applicable time costs charged by Hayes Advisory as at 1 July 2015 be approved in the sum of \$72,830 plus any applicable GST and that the Administrators, Deed Administrators or Liquidators be authorised to pay the remuneration."

And

"That the remuneration of the Administrators, as set out in the Administrators' remuneration report, for the period from 9 October 2015 to 19 October 2015, in accordance with the applicable time costs charged by Hayes Advisory as at 1 July 2015, be approved in the sum of \$15,000 plus any applicable GST and that the Administrators, Deed Administrators or Liquidators be authorised to pay the remuneration."

And

"That the remuneration of the Administrators, as set out in the Administrators' remuneration report, for the period 20 October 2015 to signing of the Deed (if applicable), is calculated in accordance with the applicable time costs charged by Hayes Advisory for work of this nature and is fixed and paid in the sum at \$7,500 plus any applicable GST and that the Administrators, Deed Administrators or Liquidators be authorised to pay the remuneration."

Montague Resources Australia Pty Ltd (Administrators Appointed)

"That the remuneration of the Administrators, as set out in the Administrators' remuneration report, for the period 14 September 2015 to 8 October 2015, in accordance with the applicable time costs charged by Hayes Advisory as at 1 July 2015 be approved in the sum of \$10,893 plus

any applicable GST and that the Administrators, Deed Administrators or Liquidators be authorised to pay the remuneration."

And

"That the remuneration of the Administrators, as set out in the Administrators' remuneration report, for the period from 9 October 2015 to 19 October 2015, in accordance with the applicable time costs charged by Hayes Advisory as at 1 July 2015, be approved in the sum of \$10,000 plus any applicable GST and that the Administrators, Deed Administrators or Liquidators be authorised to pay the remuneration."

And

"That the remuneration of the Administrators, as set out in the Administrators' remuneration report, for the period 20 October 2015 to signing of the Deed (if applicable), is calculated in accordance with the applicable time costs charged by Hayes Advisory for work of this nature and is fixed and paid in the sum at \$7,500 plus any applicable GST and that the Administrators, Deed Administrators or Liquidators be authorised to pay the remuneration."

AFL Resources Pty Ltd (Administrators Appointed)

"That the remuneration of the Administrators, as set out in the Administrators' remuneration report, for the period 14 September 2015 to 8 October 2015, in accordance with the applicable time costs charged by Hayes Advisory as at 1 July 2015 be approved in the sum of \$8,003 plus any applicable GST and that the Administrators, Deed Administrators or Liquidators be authorised to pay the remuneration."

And

"That the remuneration of the Administrators, as set out in the Administrators' remuneration report, for the period from 9 October 2015 to 19 October 2015, in accordance with the applicable time costs charged by Hayes Advisory as at 1 July 2015, be approved in the sum of \$5,000 plus any applicable GST and that the Administrators, Deed Administrators or Liquidators be authorised to pay the remuneration."

And

"That the remuneration of the Administrators, as set out in the Administrators' remuneration report, for the period 20 October 2015 to signing of the Deed (if applicable), is calculated in accordance with the applicable time costs charged by Hayes Advisory for work of this nature and is fixed and paid in the sum at \$5,000 plus any applicable GST and that the Administrators, Deed Administrators or Liquidators be authorised to pay the remuneration."

NQ Metals Pty Ltd (Administrators Appointed)

"That the remuneration of the Administrators, as set out in the Administrators' remuneration report, for the period 14 September 2015 to 8 October 2015, in accordance with the applicable time costs charged by Hayes Advisory as at 1 July 2015 be approved in the sum of \$6,842 plus any applicable GST and that the Administrators, Deed Administrators or Liquidators be authorised to pay the remuneration."

And

"That the remuneration of the Administrators, as set out in the Administrators' remuneration report, for the period from 9 October 2015 to 19 October 2015, in accordance with the applicable time costs charged by Hayes Advisory as at 1 July 2015, be approved in the sum of \$5,000 plus any applicable GST and that the Administrators, Deed Administrators or Liquidators be authorised to pay the remuneration."

And

"That the remuneration of the Administrators, as set out in the Administrators' remuneration report, for the period 20 October 2015 to signing of the Deed (if applicable), is calculated in accordance with the applicable time costs charged by Hayes Advisory for work of this nature and is fixed and paid in the sum at \$5,000 plus any applicable GST and that the Administrators, Deed Administrators or Liquidators be authorised to pay the remuneration."

Part 7: Report on External Administration

Please see attached Administrators' Report to Creditors dated 13 October 2015.

Part 8: Disbursements

Disbursements are divided into three types:

- Externally provided professional services - these are recovered at cost. An example of an externally provided professional service disbursement is legal fees.
- Externally provided non-professional costs such as travel, accommodation and search fees - these are recovered at cost.
- Internal disbursements such as photocopying, printing and postage. These disbursements, if charged to the Administration, would generally be charged at cost; though some expenses such as photocopying and printing may be charged at a rate which recoups both variable and fixed costs. The recovery of these costs must be on a reasonable commercial basis.

We are not required to seek creditor approval for disbursements, but must account to creditors. Details of the basis of recovering internal disbursements in this administration are provided below. Full details of any actual costs incurred will be provided with future reporting.

Disbursements	Rate (Excl GST)
Advertising	At Cost
Search fees	At Cost
Courier	At Cost
Printing, Faxes & Photocopies	\$0.20 per page
Postage	At Cost
Travel – staff by own vehicle	\$0.74 per km
Travel – other	At cost

Disbursements scale applicable for the financial year ended 30 June 2016.

Part 9: Summary of Receipts and Payments

Please see attached Appendix "C" to the Administrators' Report to Creditors setting out receipts and payments for the period 14 September 2015 to 12 October 2015.

Part 10: Queries

Creditors have the right to request and obtain further information from the External Administrator.

Part 11: Information Sheet

Creditors may access the remuneration information sheet (ASIC Information Sheet 85 – Approving fees: a guide for creditors) at Hayes Advisory's website under Publications.

www.hayesadvisory.com.au
www.hayesadvisory.com.au/publications/publications/items/category/infocreditors



Schedule of rates as @ 1 July 2015

Private & Confidential

Hayes Advisory Rate \$/Hour (excluding GST)	
Partner	450
Director	405
Senior Manager	355
Manager	320
Supervisor	300
Senior Analyst 1	270
Senior Analyst 2	260
Analyst 1	220
Analyst 2	170
Graduate	150
Undergraduate	140
Senior Bookkeeper	140
Bookkeeper	130
PA	110
Administration	90

[illegible]

GST	7,285
Total (Incl GST)	80,112
	344

A.C.N. 097 875 619

HOURS INCURRED FOR THE PERIOD 14 SEPTEMBER 2015 to 8 OCTOBER 2015

CALCULATION OF REMUNERATION

AFL RESOURCES PTY LTD (ADMINISTRATORS APPOINTED)
A.C.N. 147 523 751
HOURS INCURRED FOR THE PERIOD 14 SEPTEMBER 2015 to 8 OCTOBER 2015
CALCULATION OF REMUNERATION

Employee	Position	\$/hour (ex GST)	Total actual hours	Total (\$)	Task Area									
					Assets hrs	\$	Creditors hrs	\$	Investigation hrs	\$	Trade-On hrs	\$	Administration hrs	\$
Alan Hayes	Partner	450	3.7	1,665	0.3	135	1.2	540	0.6	270	0.0	0	1.6	720
Geoff Knoke	Director	405	2.8	1,134	0.2	81	1.2	486	0.4	162	0.1	41	0.9	365
Wayne Marshall	Senior Manager	355	0.1	36	0.0	0	0.1	36	0.0	0	0.0	0	0.0	0
Anny Ngo	Supervisor	300	3.0	900	1.3	390	0.0	0	0.5	150	1.2	360	0.0	0
Brandon Lee	Senior Analyst 2	260	12.8	3,328	0.5	130	5.9	1,534	3.5	910	0.0	0	2.9	754
Denise Law	Graduate	150	4.3	645	0.1	15	1.2	180	0.1	15	0.0	0	2.9	435
Stephen Walton	Undergraduate	140	7.7	1,078	0.7	98	1.1	154	5.9	826	0.0	0	0.0	0
Total			34.4	8,786	3.1	849	10.7	2,930	11.0	2,333	1.3	401	8.3	2,274
GST				879										
Total (incl GST)				9,664										
Average hourly rate				255										

[illegible]

CONVERGENT MINERALS LTD (ADMINISTRATORS APPOINTED)

A.C.N. 120 909 953

ESTIMATED HOURS TO BE INCURRED FOR THE PERIOD 9 OCTOBER 2015 TO 19 OCTOBER 2015

CALCULATION OF REMUNERATION

Employee	Position	S/hour (ex GST)	Total actual hours	Total (\$)	Task Area							
					Assets hrs	\$	Creditors hrs	\$	Trade Or. hrs	\$	Administration hrs	\$
Alan Hayes	Partner	450	5.0	2,250	1.0	450	2.0	900	1.0	450	1.0	450
Geoff Knoke	Director	405	13.0	5,265	5.0	2,025	5.0	2,025	1.0	405	2.0	810
Brandon Lee	Senior Analyst 2	260	19.0	4,940	4.0	1,040	10.0	2,600	2.0	520	3.0	780
Gigliola Hayes	Analyst 1	220	2.0	440	0.0	0	0.0	0	1.0	220	1.0	220
Denise Law	Graduate	150	8.0	1,200	1.0	150	5.0	750	1.0	150	1.0	150
Stephen Walton	Undergraduate	140	7.0	980	1.0	140	5.0	700	1.0	140	0.0	0
Total			54.0	15,075	12.0	3,805	27.0	6,975	7.0	1,885	8.0	2,410
Rounded Up				15,000								
GST				1,500								
Total (Incl GST)				16,500								

AFL RESOURCES PTY LTD (ADMINISTRATORS APPOINTED)
A.C.N. 147 523 751
ESTIMATED HOURS TO BE INCURRED FOR THE PERIOD 9 OCTOBER 2015 TO 19 OCTOBER 2015
CALCULATION OF REMUNERATION

Employee	Position	\$ / hour (ex GST)	Total actual hours	Total (\$)	Task Area							
					Assets hrs	\$	Creditors hrs	\$	Trade Op. hrs	\$	Administration hrs	\$
Alan Hayes	Partner	450	2.0	900	1.0	450	0.5	225	0.0	0	0.5	225
Geoff Knoke	Director	405	4.0	1,620	2.0	810	1.0	405	0.5	203	0.5	203
Brandon Lee	Senior Analyst 2	260	6.0	1,560	2.0	520	2.0	520	1.0	260	1.0	260
Gigliola Hayes	Analyst 1	220	1.0	220	0.0	0	0.0	0	0.0	0	1.0	220
Denise Law	Graduate	150	4.0	600	1.0	150	1.0	150	1.0	150	1.0	150
Stephen Walton	Undergraduate	140	1.5	210	0.0	0	1.0	140	0.5	70	0.0	0
Total			18.5	5,110	6.0	1,930	5.5	1,440	3.0	683	4.0	1,058
Rounded Up				5,000								
GST				500								
Total (incl GST)				5,500								

NQ METALS PTY LTD (ADMINISTRATORS APPOINTED)

A.C.N. 125 551 537

ESTIMATED HOURS TO BE INCURRED FOR THE PERIOD 9 OCTOBER 2015 TO 19 OCTOBER 2015

CALCULATION OF REMUNERATION

Employee	Position	\$/hour (ex GST)	Total actual hours	Total (\$)	Task Area						
					Assets hrs	\$/ Creditors hrs	Trade O. hrs	\$/ Administration hrs	\$/ Administration hrs	\$/ Administration hrs	\$/ Administration hrs
Alan Hayes	Partner	450	2.0	900	1.0	450	0.5	225	0	0.5	225
Geoff Knoke	Director	405	4.0	1,620	2.0	810	1.0	405	203	0.5	203
Brandon Lee	Senior Analyst 2	260	6.0	1,560	2.0	520	2.0	520	260	1.0	260
Gigliola Hayes	Analyst 1	220	1.0	220	0.0	0	0.0	0	0	1.0	220
Denise Law	Graduate	150	4.0	600	1.0	150	1.0	150	150	1.0	150
Stephen Walton	Undergraduate	140	1.5	210	0.0	0	1.0	140	70	0.0	0
Total			18.5	5,110	6.0	1,930	5.5	1,440	683	4.0	1,058
Rounded Up				5,000							
GST				500							
Total (incl GST)				5,500							

CONVERGENT MINERALS LTD (ADMINISTRATORS APPOINTED)

A.C.N. 120 909 953

ESTIMATED HOURS INCURRED FOR THE PERIOD 20 OCTOBER 2015 TO COMMENCEMENT OF DEED
CALCULATION OF REMUNERATION

Employee	Position	\$/hour (ex GST)	Total actual hours	Total (\$)	Task Area					
					Creditors hrs	\$	Trade On hrs	\$	Administration hrs	\$
Alan Hayes	Partner	450	3.0	1,350	1.0	450	1.0	450	1.0	450
Geoff Knoke	Director	405	5.0	2,025	1.0	405	3.0	1,215	1.0	405
Brandon Lee	Senior Analyst 2	260	10.0	2,600	2.0	520	7.0	1,820	1.0	260
Gigliola Hayes	Analyst 1	220	2.0	440	0.0	0	1.0	220	1.0	220
Denise Law	Graduate	150	4.0	600	1.0	150	1.0	150	2.0	300
Stephen Walton	Undergraduate	140	4.0	560	1.0	140	1.0	140	2.0	280
Total			28.0	7,575	6.0	1,665	14.0	3,995	8.0	1,915
Rounded Up				7,500						
GST				750						
Total (incl GST)				8,250						

"H9"

MONTAGUE RESOURCES PTY LTD (ADMINISTRATORS APPOINTED)

A.C.N. 097 875 619

ESTIMATED HOURS INCURRED FOR THE PERIOD 20 OCTOBER 2015 TO COMMENCEMENT OF DEED

CALCULATION OF REMUNERATION

Employee	Position	\$ /hour (ex GST)	Total actual hours	Total (\$)	Task Area					
					Creditors hrs	\$	Trade On hrs	\$	Administration hrs	\$
Alan Hayes	Partner	450	3.0	1,350	1.0	450	1.0	450	1.0	450
Geoff Knoke	Director	405	5.0	2,025	1.0	405	3.0	1,215	1.0	405
Brandon Lee	Senior Analyst 2	260	10.0	2,600	2.0	520	7.0	1,820	1.0	260
Gigilola Hayes	Analyst 1	220	2.0	440	0.0	0	1.0	220	1.0	220
Denise Law	Graduate	150	4.0	600	1.0	150	1.0	150	2.0	300
Stephen Walton	Undergraduate	140	4.0	560	1.0	140	1.0	140	2.0	280
Total			28.0	7,575	6.0	1,665	14.0	3,995	8.0	1,915
Rounded Up				7,500						
GST				750						
Total (Incl GST)				8,250						

"H10"

AFL RESOURCES PTY LTD (ADMINISTRATORS APPOINTED)

A.C.N. 147 523 751

ESTIMATED HOURS INCURRED FOR THE PERIOD 20 OCTOBER 2015 TO COMMENCEMENT OF DEED

CALCULATION OF REMUNERATION

Employee	Position	\$/hour (ex GST)	Total actual hours	Total (\$)	Task Area					
					Assets hrs	\$	Trade On hrs	\$	Administration hrs	\$
Alan Hayes	Partner	450	2.0	900	1.0	450	0.5	225	0.5	225
Geoff Knoke	Director	405	3.5	1,418	1.0	405	2.0	810	0.5	203
Brandon Lee	Senior Analyst 2	260	6.0	1,560	1.0	260	4.0	1,040	1.0	260
Gigiola Hayes	Analyst 1	220	2.0	440	0.0	0	1.0	220	1.0	220
Denise Law	Graduate	150	4.0	600	1.0	150	1.0	150	2.0	300
Stephen Walton	Undergraduate	140	1.0	140	0.0	0	0.0	0	1.0	140
Total			18.5	5,058	4.0	1,265	8.5	2,445	6.0	1,348
Rounded Up				5,000						
GST				500						
Total (Incl GST)				5,500						

"H11"

NQ METALS PTY LTD (ADMINISTRATORS APPOINTED)

A.C.N. 125 551 537

ESTIMATED HOURS INCURRED FOR THE PERIOD 20 OCTOBER 2015 TO COMMENCEMENT OF DEED

CALCULATION OF REMUNERATION

Employee	Position	\$ / hour (ex GST)	Total actual hours	Total (\$)	Task Area					
					Assets hrs	\$	Trade On hrs	\$	Administration hrs	\$
Alan Hayes	Partner	450	2.0	900	1.0	450	0.5	225	0.5	225
Geoff Knoke	Director	405	3.5	1,418	1.0	405	2.0	810	0.5	203
Brandon Lee	Senior Analyst 2	260	6.0	1,560	1.0	260	4.0	1,040	1.0	260
Gigliola Hayes	Analyst 1	220	2.0	440	0.0	0	1.0	220	1.0	220
Denise Law	Graduate	150	4.0	600	1.0	150	1.0	150	2.0	300
Stephen Walton	Undergraduate	140	1.0	140	0.0	0	0.0	0	1.0	140
Total			18.5	5,058	4.0	1,265	8.5	2,445	6.0	1,348
Rounded Up				5,000						
GST				500						
Total (Incl GST)				5,500						

"H12"

Appendix



Deed Administrators' Remuneration Report

REMUNERATION REPORT

Part 1: Declaration

We, Christian Sprowles and Alan Hayes of Hayes Advisory Pty Ltd, have undertaken a proper assessment of this remuneration claim for Alan Hayes and my appointment as Joint Deed Administrators of **Convergent Minerals Ltd (Administrators Appointed) ("CVG")**, **Montague Resources Australia Pty Ltd (Administrators Appointed) ("Montague")**, **AFL Resources Pty Ltd (Administrators Appointed) ("AFL")** and **NQ Metals Pty Ltd (Administrators Appointed) ("NQ Metals")** in accordance with the law and applicable professional standards. We are satisfied that the remuneration claimed is in respect of necessary work to be properly performed, in the conduct of the administration of the proposed Deed of Company Arrangement.

Part 2: Executive Summary

To date, no remuneration has been approved and paid in this Deed of Company Arrangement. This remuneration report details approval sought for the following fees:

Company Name (all Administrators Appointed)	Description (Deed of Company Arrangement period)	Amount (ex GST)
CVG	Deed of Company Arrangement - Commencement of Deed, following Meeting of Creditors on 20 October 2015, to Completion	12,500
Montague	Deed of Company Arrangement - Commencement of Deed, following Meeting of Creditors on 20 October 2015, to Completion	12,500
AFL	Deed of Company Arrangement - Commencement of Deed, following Meeting of Creditors on 20 October 2015, to Completion	12,500
NQ Metals	Deed of Company Arrangement - Commencement of Deed, following Meeting of Creditors on 20 October 2015, to Completion	12,500
Total (Estimated)		<u>50,000</u>

Please refer to report section references detailed above for full details of the calculation and composition of the remuneration approval sought.

Part 3: Description of Work Completed

Deed Administrators' remuneration from the commencement of the Deed to the completion of Administering the Deed of Company Arrangement for all the companies in the Convergent Group.

Task Area	General Description	Includes
Assets 12.0 hours \$3,815	General	Attend to realisation of other assets i.e. Plant and Equipment and R&D Rebate Liaise with relevant parties for potential realisations
Creditors 12.0 hours \$3,595	Creditor Enquiries	Receive and follow up creditor enquiries via telephone Maintaining creditor enquiry register Review and prepare correspondence to creditors and their representatives via facsimile, email and post Correspondence with committee of creditors members
	Dealing with proofs of debt	Receipting and filing POD's when not related to a dividend Corresponding with OSR and ATO regarding POD's when not related to a dividend
	Meeting of Creditors	Preparation of meeting notices, proxies and advertisements Forward notice of meeting to all known creditors Preparation of meeting file, including agenda, certificate of postage, attendance register, list of creditors, reports to creditors, advertisement of meeting and draft minutes of meeting. Preparation and lodgement of minutes of meetings with ASIC Responding to stakeholder queries and questions immediately following meeting
Dividend 10.0 hours \$2,690	Processing proofs of debt	Preparation of correspondence to potential creditors inviting lodgement of POD Receipt of PODs Maintain POD register Adjudicating PODs Request further information from claimants regarding POD Preparation of correspondence to claimant advising outcome of adjudication
	Dividend procedures	Preparation of correspondence to creditors advising of intention to declare dividend Advertisement of intention to declare dividend Obtain clearance from ATO to allow distribution of company's assets Preparation of dividend calculation Preparation of correspondence to creditors announcing declaration of dividend Advertise announcement of dividend Preparation of distribution Preparation of dividend file Preparation of payment vouchers to pay dividend Preparation of correspondence to creditors enclosing payment of dividend
Administration 11.0 hours \$2,475	Document maintenance/file review/checklist	First month, then six monthly administration review Filing of documents File reviews Updating checklists
	Correspondence	Liaising with directors
	Bank account administration	Requesting bank statements Bank account reconciliations Correspondence with bank regarding specific transfers

Task Area	General Description	Includes
	ASIC Form 524 and other forms	Preparing and lodging ASIC forms including 505, 524, 911 etc Correspondence with ASIC regarding statutory forms
	ATO and other statutory reporting	Notification of appointment Preparing BAS' Completing group certificates
	Finalisation	Notifying ATO of finalisation Cancelling ABN / GST / PAYG registration Completing checklists Finalising WIP
	Planning / Review	Discussions regarding status of administration
	Books and records / storage	Obtain records

Part 4: Calculation of Remuneration

See attached schedules setting out the Estimated Calculation of Remuneration for the period from the commencement of the Deed of Company Arrangement to the completion of administration of the Deed (marked "I1" to "I4").

See attached hourly rates utilised by Hayes Advisory Pty Ltd as at 1 July 2015.

Part 5: Statement on Remuneration

At the forthcoming meeting of creditors to be held on 20 October 2015, creditors will be asked to approve the following resolution:

Convergent Minerals Ltd (Administrators Appointed)

"That the remuneration of the Deed Administrators, as set out in the Deed Administrators' remuneration report, for the period from the commencement of the Deed of Company Arrangement to completion of the Deed of Company Arrangement, is charged in accordance with the hourly rates of Hayes Advisory as at 1 July 2015 (as amended from year to year, by a maximum of 10%) and be fixed at \$12,500 plus GST and that the Deed Administrators be authorised to make payment on account as required."

Montague Resources Pty Ltd (Administrators Appointed)

"That the remuneration of the Deed Administrators, as set out in the Deed Administrators' remuneration report, for the period from the commencement of the Deed of Company Arrangement to completion of the Deed of Company Arrangement, is charged in accordance with the hourly rates of Hayes Advisory as at 1 July 2015 (as amended from year to year, by a maximum of 10%) and be fixed at \$12,500 plus GST and that the Deed Administrators be authorised to make payment on account as required."

AFL Resources Pty Ltd (Administrators Appointed)

"That the remuneration of the Deed Administrators, as set out in the Deed Administrators' remuneration report, for the period from the commencement of the Deed of Company Arrangement to completion of the Deed of Company Arrangement, is charged in accordance

with the hourly rates of Hayes Advisory as at 1 July 2015 (as amended from year to year, by a maximum of 10%) and be fixed at \$12,500 plus GST and that the Deed Administrators be authorised to make payment on account as required."

NQ Metals Pty Ltd (Administrators Appointed)

"That the remuneration of the Deed Administrators, as set out in the Deed Administrators' remuneration report, for the period from the commencement of the Deed of Company Arrangement to completion of the Deed of Company Arrangement, is charged in accordance with the hourly rates of Hayes Advisory as at 1 July 2015 (as amended from year to year, by a maximum of 10%) and be fixed at \$12,500 plus GST and that the Deed Administrators be authorised to make payment on account as required."

Part 6: Report on External Administration

Please see attached Administrators' Report to Creditors dated 13 October 2015.

Part 7: Disbursements

Disbursements are divided into three types:

- Externally provided professional services - these are recovered at cost. An example of an externally provided professional service disbursement is legal fees.
- Externally provided non-professional costs such as travel, accommodation and search fees - these are recovered at cost.
- Internal disbursements such as photocopying, printing and postage. These disbursements, if charged to the Administration, would generally be charged at cost; though some expenses such as photocopying and printing may be charged at a rate which recoups both variable and fixed costs. The recovery of these costs must be on a reasonable commercial basis.

We are not required to seek creditor approval for disbursements, but must account to creditors. Details of the basis of recovering internal disbursements in this administration are provided below. Full details of any actual costs incurred will be provided with future reporting.

Disbursements	Rate (Excl GST)
Advertising	At Cost
Search fees	At Cost
Courier	At Cost
Printing, Faxes & Photocopies	\$0.20 per page
Postage	At Cost
Travel – staff by own vehicle	\$0.74 per km
Travel – other	At cost

Disbursements scale applicable for the financial year ended 30 June 2016.

Part 8: Queries

Creditors have the right to request and obtain further information from the External

Administrator.

Part 9: Information Sheet

Creditors may access the remuneration information sheet (ASIC Information Sheet 85 – Approving fees: a guide for creditors) at Hayes Advisory’s website under Publications.

www.hayesadvisory.com.au
www.hayesadvisory.com.au/publications/publications/items/category/infocreditors



Schedule of rates as @ 1 July 2015

Private & Confidential

Hayes Advisory Rate \$/Hour (excluding GST)	
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Partner	450
Director	405
Senior Manager	355
Manager	320
Supervisor	300
Senior Analyst 1	270
Senior Analyst 2	260
Analyst 1	220
Analyst 2	170
Graduate	150
Undergraduate	140
Senior Bookkeeper	140
Bookkeeper	130
PA	110
Administration	90

CONVERGENT MINERALS LTD (ADMINISTRATORS APPOINTED)
A.C.N. 120 909 953
ESTIMATED HOURS TO BE INCURRED FOR THE PERIOD FROM COMMENCEMENT TO COMPLETION OF THE DEED OF COMPANY ARRANGEMENT
CALCULATION OF REMUNERATION FOR DEED OF COMPANY ARRANGEMENT PERIOD

Employee	Position	\$ / hour (ex GST)	Total actual hours	Total (\$)	Task Area							
					Assets hrs	\$	Creditors hrs	\$	Dividend hrs	\$	Administration hrs	\$
Alan Hayes	Partner	450	5.0	2,250	1.0	450	2.0	900	1.0	450	1.0	450
Geoff Knoke	Director	405	11.0	4,455	5.0	2,025	3.0	1,215	2.0	810	1.0	405
Brandon Lee	Senior Analyst 2	260	13.0	3,380	4.0	1,040	4.0	1,040	3.0	780	2.0	520
Gigiola Hayes	Analyst 1	220	2.0	440	0.0	0	0.0	0	1.0	220	1.0	220
Denise Law	Graduate	150	9.0	1,350	2.0	300	2.0	300	1.0	150	4.0	600
Stephen Walton	Undergraduate	140	5.0	700	0.0	0	1.0	140	2.0	280	2.0	280
Total			45.0	12,575	12.0	3,815	12.0	3,595	10.0	2,690	11.0	2,475
Rounded Up				12,500								
GST				1,250								
Total (Incl GST)												

MONTAGUE RESOURCES AUSTRALIA PTY LTD (ADMINISTRATORS APPOINTED)
A.C.N. 097 875 619
ESTIMATED HOURS TO BE INCURRED FOR THE PERIOD FROM COMMENCEMENT TO COMPLETION OF THE DEED OF COMPANY ARRANGEMENT
CALCULATION OF REMUNERATION FOR DEED OF COMPANY ARRANGEMENT PERIOD

Employee	Position	\$ / hour (ex GST)	Total actual hours	Total (\$)	Task Area							
					Assets hrs	\$	Creditors hrs	\$	Dividend hrs	\$	Administration hrs	\$
Alan Hayes	Partner	450	5.0	2,250	1.0	450	2.0	900	1.0	450	1.0	450
Geoff Knoke	Director	405	11.0	4,455	5.0	2,025	3.0	1,215	2.0	810	1.0	405
Brandon Lee	Senior Analyst 2	260	13.0	3,380	4.0	1,040	4.0	1,040	3.0	780	2.0	520
Gigliola Hayes	Analyst 1	220	2.0	440	0.0	0	0.0	0	1.0	220	1.0	220
Denise Law	Graduate	150	9.0	1,350	2.0	300	2.0	300	1.0	150	4.0	600
Stephen Walton	Undergraduate	140	5.0	700	0.0	0	1.0	140	2.0	280	2.0	280
Total			45.0	12,575	12.0	3,815	12.0	3,595	10.0	2,690	11.0	2,475
Rounded Up				12,500								
GST				1,250								
Total (Incl GST)				13,750								

AFL RESOURCES PTY LTD (ADMINISTRATORS APPOINTED)
A.C.N. 147 523 751
ESTIMATED HOURS TO BE INCURRED FOR THE PERIOD FROM COMMENCEMENT TO COMPLETION OF THE DEED OF COMPANY ARRANGEMENT
CALCULATION OF REMUNERATION FOR DEED OF COMPANY ARRANGEMENT PERIOD

Employee	Position	\$/hour (ex GST)	Total actual hours	Total (\$)	Task Area					
					Assets hrs	\$	Creditors hrs	\$	Dividend hrs	Administration hrs
Alan Hayes	Partner	450	5.0	2,250	1.0	450	2.0	900	1.0	1.0
Geoff Knoke	Director	405	11.0	4,455	5.0	2,025	3.0	1,215	2.0	1.0
Brandon Lee	Senior Analyst 2	260	13.0	3,380	4.0	1,040	4.0	1,040	3.0	2.0
Gigliola Hayes	Analyst 1	220	2.0	440	0.0	0	0.0	0	1.0	1.0
Denise Law	Graduate	150	9.0	1,350	2.0	300	2.0	300	1.0	4.0
Stephen Walton	Undergraduate	140	5.0	700	0.0	0	1.0	140	2.0	2.0
Total			45.0	12,575	12.0	3,815	12.0	3,595	10.0	11.0
Rounded Up				12,500						
GST				1,250						
Total (incl GST)				13,750						

NQ METALS PTY LTD (ADMINISTRATORS APPOINTED)
A.C.N. 125 551 537
ESTIMATED HOURS TO BE INCURRED FOR THE PERIOD FROM COMMENCEMENT TO COMPLETION OF THE DEED OF COMPANY ARRANGEMENT
CALCULATION OF REMUNERATION FOR DEED OF COMPANY ARRANGEMENT PERIOD

Employee	Position	\$ /hour (ex GST)	Total actual hours	Total (\$)	Task Area							
					Assets hrs	\$	Creditors hrs	\$	Dividend hrs	\$	Administration hrs	\$
Alan Hayes	Partner	450	5.0	2,250	1.0	450	2.0	900	1.0	450	1.0	450
Geoff Knoke	Director	405	11.0	4,455	5.0	2,025	3.0	1,215	2.0	810	1.0	405
Brandon Lee	Senior Analyst 2	260	13.0	3,380	4.0	1,040	4.0	1,040	3.0	780	2.0	520
Gigliola Hayes	Analyst 1	220	2.0	440	0.0	0	0.0	0	1.0	220	1.0	220
Denise Law	Graduate	150	9.0	1,350	2.0	300	2.0	300	1.0	150	4.0	600
Stephen Walton	Undergraduate	140	5.0	700	0.0	0	1.0	140	2.0	280	2.0	280
Total			45.0	12,575	12.0	3,815	12.0	3,595	10.0	2,690	11.0	2,475
Rounded Up				12,500								
GST				1,250								
Total (Incl GST)				13,750								

Appendix

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Liquidators' Remuneration Report

REMUNERATION REPORT

Part 1: Declaration

We, Alan Hayes and Christian Sprowles of Hayes Advisory Pty Ltd, have undertaken a proper assessment of this remuneration claim for Christian Sprowles and my appointment as Joint and Several Liquidators of **Convergent Minerals Ltd (Administrators Appointed) ("CVG")**, **Montague Resources Australia Pty Ltd (Administrators Appointed) ("Montague")**, **AFL Resources Pty Ltd (Administrators Appointed) ("AFL")** and **NQ Metals Pty Ltd (Administrators Appointed) ("NQ Metals")** in accordance with the law and applicable professional standards. We are satisfied that the remuneration claimed is in respect of necessary work to be properly performed, in the conduct of the Liquidation.

Part 2: Executive Summary

To date, no remuneration has been approved and paid in this Liquidation. This remuneration report details approval sought for the following fees:

Company (all Administrators Appointed)	Description (Liquidation period)	Amount (ex GST)
CVG	Liquidation 20 October 2015 to Completion	15,000
Montague	Liquidation 20 October 2015 to Completion	10,000
AFL	Liquidation 20 October 2015 to Completion	5,000
NQ Metals	Liquidation 20 October 2015 to Completion	5,000
	Total (Estimated)	35,000

Please refer to report section references detailed above for full details of the calculation and composition of the remuneration approval sought.

Part 3: Description of Work Completed

Liquidators' remuneration for the period 20 October 2015 to the completion of the Liquidation for all the companies in the Convergent Group.

Task Area	General Description	Includes
Assets CVG 9.0 Hours \$2,855 Montague 7.0 Hours \$2,190 AFL 1.5 Hours \$630 NQ Metals 1.5 Hours \$630	General	Attend to realisation of other assets i.e. Plant and Equipment and R&D Rebate Liaise with relevant parties for potential realisations
Creditors	Creditor Enquiries	Receive and follow up creditor enquiries via telephone

Task Area	General Description	Includes
CVG 15.0 Hours \$4,620 Montague 9.0 Hours \$2,735 AFL 6.0 Hours \$1,665 NQ Metals 6.0 Hours \$1,665		Maintaining creditor enquiry register Review and prepare correspondence to creditors and their representatives via facsimile, email and post Correspondence with committee of creditors members
	Dealing with proofs of debt	Receipting and filing POD's when not related to a dividend Corresponding with OSR and ATO regarding POD's when not related to a dividend
	Meeting of Creditors	Preparation of meeting notices, proxies and advertisements Forward notice of meeting to all known creditors Preparation of meeting file, including agenda, certificate of postage, attendance register, list of creditors, reports to creditors, advertisement of meeting and draft minutes of meeting. Preparation and lodgement of minutes of meetings with ASIC Responding to stakeholder queries and questions immediately following meeting
Investigations CVG 17.0 Hours \$4,985 Montague 13.0 Hours \$3,800 AFL 4.5 Hours \$1,650 NQ Metals 4.5 Hours \$1,650	Conducting Investigation	Collection of company books and records Reviewing company's books and records Review and preparation of company nature and history Preparation of deficiency statement Review of specific transactions and liaising with directors regarding certain transactions Liaising with directors regarding certain transactions Preparation of investigation file
	ASIC reporting	Preparing statutory investigation reports Preparing affidavits seeking non lodgements assistance Liaising with ASIC
	Document maintenance/file review/checklist	First month, then six monthly administration review Filing of documents File reviews Updating checklists
	Bank account administration	Requesting bank statements Bank account reconciliations Correspondence with bank regarding specific transfers
Administration CVG 10.0 Hours \$2,590 Montague 5.5 Hours \$1,400 AFL 4.5 Hours \$1,068 NQ Metals 4.5 Hours \$1,068	ASIC Form 524 and other forms	Preparing and lodging ASIC forms including 505, 524, 911 etc Correspondence with ASIC regarding statutory forms
	ATO and other statutory reporting	Notification of appointment Preparing BAS' Completing group certificates
	Finalisation	Notifying ATO of finalisation Cancelling ABN / GST / PAYG registration Completing checklists Finalising WIP

Task Area	General Description	Includes
	Planning / Review	Discussions regarding status of administration
	Books and records / storage	Dealing with records in storage Sending job files to storage

Part 4: Calculation of Remuneration

See attached schedules setting out the Estimated Calculation of Remuneration for the period 20 October 2015 to the completion of the Liquidation (marked "J1" to J4").

See attached hourly rates utilised by Hayes Advisory Pty Ltd as at 1 July 2015.

Part 5: Statement on Remuneration

At the forthcoming meeting of creditors to be held on 20 October 2015, creditors will be asked to approve the following resolution:

Convergent Minerals Ltd (Administrators Appointed)

"That the remuneration of the Liquidators, as set out in the Liquidators' remuneration report, for the period 20 October 2015 to completion is charged in accordance with the hourly rates of Hayes Advisory as at 1 July 2015 (as amended from year to year, by a maximum of 10%) and be fixed at \$15,000 plus any applicable GST and that the Liquidators be authorised to make payment on account as required."

Montague Resources Australia Pty Ltd (Administrators Appointed)

"That the remuneration of the Liquidators, as set out in the Liquidators' remuneration report, for the period 20 October 2015 to completion is charged in accordance with the hourly rates of Hayes Advisory as at 1 July 2015 (as amended from year to year, by a maximum of 10%) and be fixed at \$10,000 plus any applicable GST and that the Liquidators be authorised to make payment on account as required."

AFL Resources Pty Ltd (Administrators Appointed)

"That the remuneration of the Liquidators, as set out in the Liquidators' remuneration report, for the period 20 October 2015 to completion is charged in accordance with the hourly rates of Hayes Advisory as at 1 July 2015 (as amended from year to year, by a maximum of 10%) and be fixed at \$5,000 plus any applicable GST and that the Liquidators be authorised to make payment on account as required."

NQ Metals Pty Ltd (Administrators Appointed)

"That the remuneration of the Liquidators, as set out in the Liquidators' remuneration report, for the period 20 October 2015 to completion is charged in accordance with the hourly rates of Hayes Advisory as at 1 July 2015 (as amended from year to year, by a maximum of 10%) and be fixed at \$5,000 plus any applicable GST and that the Liquidators be authorised to make payment on account as required."

Part 6: Report on External Administration

Please see attached Administrators' Report to Creditors dated 13 October 2015.

Part 7: Disbursements

Disbursements are divided into three types:

- Externally provided professional services - these are recovered at cost. An example of an externally provided professional service disbursement is legal fees.
- Externally provided non-professional costs such as travel, accommodation and search fees - these are recovered at cost.
- Internal disbursements such as photocopying, printing and postage. These disbursements, if charged to the Administration, would generally be charged at cost; though some expenses such as photocopying and printing may be charged at a rate which recoups both variable and fixed costs. The recovery of these costs must be on a reasonable commercial basis.

We are not required to seek creditor approval for disbursements, but must account to creditors. Details of the basis of recovering internal disbursements in this administration are provided below. Full details of any actual costs incurred will be provided with future reporting.

Disbursements	Rate (Excl GST)
Advertising	At Cost
Search fees	At Cost
Courier	At Cost
Printing, Faxes & Photocopies	\$0.20 per page
Postage	At Cost
Travel – staff by own vehicle	\$0.74 per km
Travel – other	At cost

Disbursements scale applicable for the financial year ended 30 June 2016.

Part 8: Queries

Creditors have the right to request and obtain further information from the External Administrator.

Part 9: Information Sheet

Creditors may access the remuneration information sheet (ASIC Information Sheet 85 – Approving fees: a guide for creditors) at Hayes Advisory's website under Publications.

www.hayesadvisory.com.au
www.hayesadvisory.com.au/publications/publications/items/category/infocreditors



Schedule of rates as @ 1 July 2015

Private & Confidential

Hayes Advisory Rate \$/Hour (excluding GST)	
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Partner	450
Director	405
Senior Manager	355
Manager	320
Supervisor	300
Senior Analyst 1	270
Senior Analyst 2	260
Analyst 1	220
Analyst 2	170
Graduate	150
Undergraduate	140
Senior Bookkeeper	140
Bookkeeper	130
PA	110
Administration	90

CONVERGENT MINERALS LTD (ADMINISTRATORS APPOINTED)
A.C.N. 120 909 953
ESTIMATED HOURS TO BE INCURRED FOR THE PERIOD 20 OCTOBER 2015 TO COMPLETION
CALCULATION OF REMUNERATION FOR LIQUIDATION PERIOD

Employee	Position	\$ /hour (ex GST)	Total actual hours	Total (\$)	Task Area							
					Assets hrs	\$	Creditors hrs	\$	Investigation hrs	\$	Administration hrs	\$
Alan Hayes	Partner	450	4.0	1,800	1.0	450	1.0	450	1.0	450	1.0	450
Geoff Knoke	Director	405	16.0	6,480	3.0	1,215	6.0	2,430	5.0	2,025	2.0	810
Brandon Lee	Senior Analyst 2	260	19.0	4,940	4.0	1,040	5.0	1,300	8.0	2,080	2.0	520
Gigliola Hayes	Analyst 1	220	1.0	220	0.0	0	0.0	0	0.0	0	1.0	220
Denise Law	Graduate	150	7.0	1,050	1.0	150	2.0	300	1.0	150	3.0	450
Stephen Walton	Undergraduate	140	4.0	560	0.0	0	1.0	140	2.0	280	1.0	140
Total			51.0	15,050	9.0	2,855	15.0	4,620	17.0	4,985	10.0	2,590
Rounded Up				15,000								
GST				1,500								
Total (Incl GST)				16,500								

MONTAGUE RESOURCES PTY LTD (ADMINISTRATORS APPOINTED)

A.C.N. 097 875 619

ESTIMATED HOURS TO BE INCURRED FOR THE PERIOD 20 OCTOBER 2015 TO COMPLETION
CALCULATION OF REMUNERATION FOR LIQUIDATION PERIOD

Employee	Position	\$ /hour (ex GST)	Total actual hours	Total (\$)	Task Area							
					Assets hrs	\$	Creditors hrs	\$	Investigation hrs	\$	Administration hrs	\$
Alan Hayes	Partner	450	3.5	1,575	1.0	450	1.0	450	1.0	450	0.5	225
Geoff Knoke	Director	405	10.0	4,050	2.0	810	3.0	1,215	4.0	1,620	1.0	405
Brandon Lee	Senior Analyst 2	260	12.0	3,120	3.0	780	3.0	780	5.0	1,300	1.0	260
Gigliola Hayes	Analyst 1	220	1.0	220	0.0	0	0.0	0	0.0	0	1.0	220
Denise Law	Graduate	150	4.0	600	1.0	150	1.0	150	1.0	150	1.0	150
Stephen Walton	Undergraduate	140	4.0	560	0.0	0	1.0	140	2.0	280	1.0	140
Total			34.5	10,125	7.0	2,190	9.0	2,735	13.0	3,800	5.5	1,400
Rounded Up				10,000								
GST				1,000								
Total (incl GST)				21,125								

